# State of Texas Action Plan for CDBG Disaster Recovery Grantees under the Department of Defense Appropriations Act, 2006

## Modification # 4

Disaster Recovery Initiative

U.S. Department of Housing and Urban Development (HUD)

Docket No. FR-5051-N-01]

[Federal Register: February 13, 2006 (Volume 71, Number 29)]

June 6, 2013

## Rick Perry, Governor



# Texas General Land Office Modification #4 to State of Texas Action Plan for Department of Defense Appropriations Act 2006

### **Executive Summary**

This document constitutes the Fourth Modification to the State of Texas Action Plan for CDBG Disaster Recovery Grantees under the Department of Defense Appropriations Act, 2006 (Action Plan) dated May 9, 2006. The Action Plan governs the use of \$74,523,000 in Community Development Block Grant (CDBG) funding for housing, infrastructure, public service, public facility, and business needs in the 29-county area directly impacted by Hurricane Rita.

This amendment outlines the eligible use of \$1,151,021.04 of unutilized funds remaining under Public Law 109-148 known as Rita Round 1. The unutilized funds remaining from Rita Round 1 shall be used in conjunction with the Homeowner's Assistance Program (HAP) under Public Law 109-234 (known as Rita Round 2) to assist un-served homeowners.

The unutilized funds were recaptured from various subrecipients and shall be used to serve the unmet housing needs of Hurricane Rita impacted un-served homeowners of Hardin, Jefferson, and Orange Counties. These three counties sustained the most storm damage from Hurricane Rita and have the most un-served applicants remaining for housing recovery. Approximately eight (8) households shall be served using the unutilized funds.

#### **Revised GENERAL USE OF FUNDS AND FUNDING ALLOCATION**

DRGR Project: Action Plan Title	Current Action Plan Budget (6/6/13)	Unutilized Funds*	Allocation Change**	Revised Allocation
Housing	\$40,259,276.00	\$1,125,823.22	-\$1,125,823.22	\$39,133,452.78
Non-housing	\$30,537,574.00	\$5,809.58	-\$5,809.58	\$30,531,764.42
South East Texas Homeowner Assistance Program (SETRPC-HAP)	\$0.00	\$0.00	+\$1,131,632.80	\$1,131,632.80
Administration	\$3,726,150.00	\$19,388.24	\$0.00	\$3,726,150.00
Total	\$74,523,000.00	\$1,151,021.04	\$0.00	\$74,523,000.00

<sup>\*</sup>Unutilized funds from the Current Action Plan Budget are the basis for the Allocation Change amounts. \*\*Funds may be transferred between budget lines as needed for program purposes.

#### **Homeowner Assistance Program (HAP)**

The un-served homeowner applicants shall be served following the Homeowner Assistance Program outlined in the Rita Round 2 Action Plan Modification No. 1.

#### **Maximum Benefit**

The Maximum Benefit for rehabilitation under the HAP is \$65,000 per household for costs associated with the rehabilitation of a qualified home. This limit is based on the average cost to repair homes with major or severe damage for a subset of FEMA registrants with real property damage who applied to the Small Business Administration for a loan to assist with repairing their property. The rehabilitation of a manufactured housing unit is not an eligible activity. If a

feasibility analysis indicates that rehabilitation costs would exceed the \$65,000 applicable limit, replacement reconstruction will be determined to be the preferable method of assistance. The homeowner will be notified and the options available will be explained.

The maximum benefit for the HAP for reconstruction, replacement, and/or new construction of a qualified home, including manufactured housing units, is the following:

	Homeowner Assistance		
	Reconstruction/		
	New		
	Construction	Rehabilitation	
Base Unit	\$135,000	\$65,000	
Vacant Land			
Non-Coastal Elevation	\$35,000	\$35,000	
Coastal Elevation	\$60,000	\$60,000	
Water Well	\$ 30,000	\$30,000	
Septic System	\$ 25,000	\$25,000	
Accessibility	\$20,000	\$20,000	
Abatement	\$20,000	\$20,000	
Services			
Totals:	\$290,000 Max	\$220,000 Max	